Changes to FPDS reporting re: Performance Based Service Contracts (PBSC)

OMB issued a policy memo titled 'Increasing the Use of Performance-Based Service Acquisitions' on September 7, 2004 with an effective date of October 1, 2004. OA&MM will be issuing an Information Letter covering the complete details of this memo shortly. In the event the IL is not available prior to October 1, 2004 there are a few changes that effect FPDS reporting.

When reporting FPDS data for FY 2005, if more than 50 percent of the requirement is <u>performance-based</u> report the action as performance based. NOTE: This is a decrease from 80% to 50% of the solicitation requirements.

FAR 37.102 continues to exclude the following activities eligible for PBSC:

Architect-engineer services acquired in accordance with 40 U>S>C. 541-544 (part 36) PSC C\*\*\*

Construction (part 36) PSC Y\*\*\*

Utility services (part 41)- S1\*\*

Services incidental to supply purchases

Additionally, if your office funds a Performance Based Service Contract awarded by another agency (where VA does not prepare the FPDS entry) VA has been asked to submit a special report. At this time the report has not been designed so some manner of identifying the contract within your office is suggested.

PBSC guidance is available at <a href="www.arnet.gov">www.arnet.gov</a>. The title of the information is Seven Steps to Performance-Based Service Acquisition Guide. The results of the FAR request for public comment (July 21, 2004) for these changes may be found at <a href="www.whitehouse.gov/omb/procurement/0703pbsat.pdf">www.whitehouse.gov/omb/procurement/0703pbsat.pdf</a>.